IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF GEORGIA ATLANTA DIVISION

PERRI "PEBBLES" REID,

Plaintiff,

v.

VIACOM INTERNATIONAL INC., VIACOM INC., AND KATE LANIER,

Defendants.

CIVIL ACTION FILE

NO. 1:14-CV-1252-MHC

ORDER

This case comes before the Court on the Defendants' Motion for Summary

Judgment [Doc. 100] and Plaintiff's Motion Under Rule 56(d) to Permit Additional

Discovery [Doc. 114] ("Pl.'s 56(d) Mot. for Additional Disc.").

I. BACKGROUND¹

At the outset, the Court notes that it views the evidence presented by the parties in the light most favorable to Plaintiff. Matsushita Elec. Indus. Co. v. Zenith Radio Corp., 475 U.S. 574, 587 (1986); Sunbeam TV Corp. v. Nielsen Media Research, Inc., 711 F.3d 1264, 1270 (11th Cir. 2013). In addition, the Court has excluded assertions of facts by the parties that are immaterial or presented as arguments or legal conclusions or any fact not supported by citation to evidence (including page or paragraph number). LR 56.1B(1), NDGa. Further, the Court accepts as admitted those facts in the parties' statements of material facts that have not been specifically controverted with citation to the relevant portions of the record. LR 56.1B(2), NDGa. See Defs.' Statement of Undisputed Material Facts [Doc. 100-2] ("Defs.' SUMF"); Pl.'s Resp. to Defs.' SUMF [Doc. 108-1].

Plaintiff is an internationally renowned singer and performer. Compl. [Doc. 1] ¶¶ 19-22; Defs.' SUMF ¶ 1. She is also a businesswoman who is responsible for the discovery and development of TLC, one of the best-selling all-female musical groups of all time. Compl. ¶¶ 19-20; Defs.' SUMF ¶ 1; Decl. of Tionne "T-Boz" Watkins dated Sept. 22, 2015 [Doc. 100-33] ("Tionne Decl.") ¶ 16; Decl. of Rozonda "Chilli" Thomas dated Sept. 18, 2015 [Doc. 100-31] ("Chilli Decl.") ¶ 13. Plaintiff's companies Pebbitone Inc., Pebbitone Music, and PT Entertainment served at one point in time as TLC's production company, publishing company, and manager, respectively. Defs.' SUMF ¶ 2.

Defendant Viacom International Inc. is a wholly-owned subsidiary of Viacom Inc. (collectively "Viacom"), which owns, operates and controls the cable network VH1. Defs.' SUMF ¶ 3; Compl. ¶ 13. Defendant Kate Lanier ("Lanier") is a screenwriter of major motion pictures. Defs.' SUMF ¶ 4.

The above-styled action for defamation was brought by Plaintiff against Defendants based on scenes of and concerning Plaintiff that were broadcast in the made-for-TV program produced by Viacom and written by Lanier titled "CrazySexyCool: The TLC Story" (the "Movie"). Compl. ¶ 1; Defs.' SUMF ¶ 5.

A. The Creation of TLC

In 1990, Plaintiff assisted her husband L.A. Reid with the development of his record company LaFace (a division of Arista Records). Compl. ¶ 24; Defs.' SUMF ¶¶ 7-8. This assistance included searching for musical talent. Compl. ¶¶ 24, 26. As a part of this effort, Plaintiff was introduced by her hairdresser to Tionne "T-Boz" Watkins ("Tionne") who, along with Lisa "Left Eye" Lopes ("Lisa") and Crystal Jones ("Crystal"), comprised an all-female R&B group in Atlanta called "Second Nature." Compl. ¶¶ 28-29; Defs.' SUMF ¶¶ 9-10. After the three sang for Plaintiff, she recognized their talent and informally became their manager. Compl. ¶¶ 37-38; Tionne Decl. ¶ 7. Plaintiff renamed the trio "TLC" after the first initials of their first names. Compl. ¶ 41; Defs.' SUMF ¶ 13. Plaintiff arranged for TLC to audition for LaFace. Compl. ¶ 44; Defs.' SUMF ¶ 15. After the audition, Plaintiff informed Tionne and Lisa that she was interested in signing them, but not Crystal, to Pebbitone Inc. and Pebbitone Music as the group's production company and publishing company. Defs.' SUMF ¶ 17. To replace Crystal, Plaintiff, Tionne, and Lisa auditioned Rozonda Thomas (a back-up dancer for a LaFace act). Defs.' SUMF ¶ 20. The group approved of Ms. Thomas

as a new member and dubbed her "Chilli" ("Chilli"), so as to maintain the rationale for "TLC." Defs.' SUMF ¶ 21.

B. The Signing of TLC

On February 13, 1991, Tionne, Lisa, and Crystal were formally released from their previous management agreement with Ian Burke (when they were known as Second Nature). Letter Agreement dated February 7, 1991 [Doc. 100-39]. On February 28, 1991, Tionne and Lisa signed a production agreement (the "Production Agreement") [Doc. 100-40] and a songwriter agreement (the "Publishing Agreement") [Doc. 100-41] with Pebbitone, Inc. and Pebbitone Music. respectively. Defs.' SUMF ¶ 18. Approximately one month later, on April 2, 1991, the Production Agreement and Publishing Agreement were amended to add Chilli as a member of TLC. Amendment to Production and Publishing Agreements [Doc. 100-45]. On April 3, 1991, the members of TLC signed a management agreement with PT Entertainment (the "Management Agreement") [Doc. 100-46]. The face of Production and Publishing Agreements, the Amendment to the Production and Publishing Agreements, and the Management Agreement all indicate that attorney Jody Graham Dunitz, of Manatt, Phelps &

² The references in this Order to "TLC," unless otherwise indicated, will mean Lisa, Tionne, and Chilli acting as the group TLC.

Phillips, represented Plaintiff and her companies. The same agreements indicate that attorney Marsha Sutherland of Katz & Cherry, P.C., represented Tionne, Lisa, and Chilli.

On May 10, 1991, Pebbitone, Inc. and LaFace executed an agreement for LaFace to serve as the record label for TLC (the "Recording Agreement"). [Doc. 100-47.] The members of TLC also signed inducement letters agreeing to provide their services exclusively to LaFace during the term of the Recording Agreement. Id. Pursuant to the Recording Agreement, Pebbitone was required to provide the services of TLC to LaFace, which was given the exclusive right to distribute TLC's records. Id.

Both Tionne and Chilli state that Plaintiff arranged for them to meet with an attorney at a "well-known Atlanta entertainment law firm" to review the contents of the Contracts before they signed them. Tionne Decl. ¶¶ 10-11; Chilli Decl. ¶ 8. Tionne and Chilli admit that they reviewed the Contracts with the attorney and signed them. ⁴ Tionne Decl. ¶ 11; Chilli Decl. ¶ 8.

³ The Court will refer to the Production Agreement, the Publishing Agreement, the Management Agreement, and the Recording Agreement collectively as "the Contracts."

⁴ Although it is not clear from their declarations, it would appear that Tionne and Chilli may have met with an attorney from Katz & Cherry, P.C. <u>See</u> Dep. of

C. "CrazySexyCool: The TLC Story"

On October 21, 2013, the Movie was aired on VH1. Compl. ¶ 116. The Movie was advertised by VH1 as "the true story of three girls who were meant to be," Video Advertisement [Doc. 121], and "the true story of the best-selling female R&B group of all time," Video Advertisement [Doc. 122]. Defendants have represented that the Movie is the "true account" of TLC from the perspective of Tionne and Chilli. See Dep. of Maggie Malina (the Rule 30(b)(6) representative for Defendants) taken April 23, 2015 [Doc. 86] ("Malina I Dep.") at 106; see also Dep. of Kate Lanier taken June 18, 2015 [Doc. 90] ("Lanier Dep.") at 39, 60, 76. In writing the Movie script, Lanier primarily relied upon the first-hand accounts of Tionne and Chilli, but she also watched the Behind the Music documentary on TLC and a documentary entitled "Last Days of Left Eye." Lanier Dep. at 18, 24-25. With regard to any scenes in the Movie about Plaintiff, Tionne and Chilli were Lanier's sole source:

Q. Did you do anything else besides talk to "Chilli" and Tionne to gather the information that was in the movie about Perri "Pebbles" Reid?

Tionne Watkins taken July 14, 2015 [Doc. 92], at 15; see also Dep. of Rozonda "Chilli" Thomas taken July 8, 2015 [Doc. 91], at 11-12.

- A. They were the they were the source and the truthful perspective of their own lives. So I had no it was never a question.
- Q. So the answer to my question is, no, you didn't do anything else except talk to "Chilli" and Tionne to gather the information that was in the movie about Perri "Pebbles" Reid?
- A. Right.
- Q. The answer to my question is, you did not do anything else?
- A. Right.

Id. at 25.

D. Alleged Defamatory Scenes

Plaintiff's Complaint includes fifteen specific allegations that she has been defamed based on scenes (or combination of scenes) that directly and/or implicitly convey that:

- 1) TLC and Plaintiff had the same attorneys.
- 2) Plaintiff exercised control over TLC's attorneys for her personal benefit and to the detriment of the members of TLC.
- 3) Plaintiff exercised control over TLC's accountants for her personal benefit and to the detriment of the members of TLC.
- 4) Plaintiff pressured TLC to sign contracts without reading them or having them reviewed by TLC's counsel.
- 5) Plaintiff failed or refused to provide copies of contracts to TLC.

- 6) Plaintiff had the ability to prevent, and did prevent, TLC from obtaining copies of contracts relevant to the group.
- 7) Plaintiff only paid TLC Twenty-Five Dollars (\$25.00) per week.
- 8) Plaintiff made the decision to remove Chilli from TLC.
- 9) Tionne had disclosed her health issues to Plaintiff prior to TLC signing any contracts.
- 10) Plaintiff asked or caused Tionne to put money before her health.
- 11) Plaintiff improperly deducted expenses from TLC's payments.
- 12) Plaintiff forced or coerced TLC into contracts that created a "windfall" or unearned fees benefiting Plaintiff to the detriment of the members of the group.
- 13) Plaintiff did not make a personal investment in TLC or its members.
- 14) Plaintiff did not earn fees received from contracts she had with TLC.
- 15) Plaintiff was aware that Chilli had an abortion and was involved in her decision to have the abortion performed.

Compl. ¶ 124.

II. LEGAL STANDARD

Summary judgment is appropriate when "there is no genuine dispute as to any material fact and the movant is entitled to judgment as a matter of law." FED. R. CIV. P. 56(a). A party seeking summary judgment has the burden of informing

the district court of the basis for its motion, and identifying those portions of the record which it believes demonstrate the absence of a genuine issue of material fact. Celotex Corp. v. Catrett, 477 U.S. 317, 323 (1986). "Credibility determinations, the weighing of the evidence, and the drawing of legitimate inferences from the facts are jury functions," and cannot be made by the district court in considering whether to grant summary judgment. Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 255 (1986); see also Graham v. State Farm Mut. Ins. Co., 193 F.3d 1274, 1282 (11th Cir. 1999).

If a movant meets its burden, the party opposing summary judgment must present evidence that shows there is a genuine issue of material fact or that the movant is not entitled to judgment as a matter of law. Celotex, 477 U.S. at 324. In determining whether a genuine issue of material fact exists to defeat a motion for summary judgment, the evidence is viewed in the light most favorable to the party opposing summary judgment, "and all justifiable inferences are to be drawn" in favor of that opposing party. Anderson, 477 U.S. at 255; see also Herzog v. Castle Rock Entm't, 193 F.3d 1241, 1246 (11th Cir. 1999). A fact is "material" only if it can affect the outcome of the lawsuit under the governing legal principles.

Anderson, 477 U.S. at 248. A factual dispute is "genuine" if the evidence would permit a reasonable jury to return a verdict for the nonmoving party. Id.

"If the record presents factual issues, the court must not decide them; it must deny the motion and proceed to trial." Herzog, 193 F.3d at 1246. However, "[w]here the record taken as a whole could not lead a rational trier of fact to find for the non-moving party," summary judgment for the moving party is proper.

Matsushita, 475 U.S. at 587.

III. ANALYSIS

Plaintiff's Complaint consists of a single count for defamation. See Compl. ¶¶ 115-26. Defamation under Georgia law has been codified at O.C.G.A. §§ 51-5-1 et. seq (2015). "Libel" is a published "false and malicious defamation of another, expressed in print, writing, pictures, or signs, tending to injure the reputation of the person and exposing him to public hatred, contempt, or ridicule." O.C.G.A. § 51-5-1. "Slander or oral defamation consists in . . . [m]aking charges against another in reference to his trade, office, or profession, calculated to injure him therein. O.C.G.A. § 51-5-4(a)(3). "Defamation via a radio or television broadcast (or a "defamacast," as it has become generally known) includes elements of both libel under OCGA § 51-5-1, and slander under OCGA § 51-5-4." Strange v. Henderson, 223 Ga. App. 218, 219 (1996) (citations omitted).

To prove defamation under Georgia law, Plaintiff must establish the following four elements: "(1) a false and defamatory statement concerning the

plaintiff; (2) an unprivileged communication to a third party; (3) fault by the defendant amounting at least to negligence; and (4) special harm or the actionability of the statement irrespective of special harm." Infinite Energy, Inc. v. Pardue, 310 Ga. App. 355, 356 (2011) (quoting Mathis v. Cannon, 276 Ga. 16, 20-21 (2002)). A statement via radio or television broadcast must be "both false and malicious" to be actionable, "and the burden of proving a statement's falsity is on the plaintiff." Jaillett v. Ga. Television Co., 238 Ga. App. 885, 888 (1999) (citations and quotations omitted). Additionally, when the plaintiff is a public figure, 6 she must show that the defendant was at fault in publishing the statements, by proving by clear and convincing evidence that the defendant acted with actual malice, or with knowledge that the statements were false or with reckless disregard

⁵ Defendants argue in a footnote that any statement that is not libelous *per se* must be dismissed as a matter of law because Plaintiff cannot show special damages. Defs.' Br. at 15 n. 37. Defendants do not indicate which scenes they contend are not libelous *per se*. Both cases relied upon by Defendants hold that statements that tend "to injure one in his trade or business" are libelous *per se*. See McGowan v. Homeward Residential, Inc., 500 F. App'x 882, 886 (11th Cir. 2012); Zarach v. Atlanta Claims Ass'n, 231 Ga. App. 685, 688 (1998). The Court finds that, to the extent the scenes referenced in Plaintiff's Complaint are found to be defamatory, they would tend to injure her with respect to her business or trade. Accordingly, the Court rejects Defendants' argument.

⁶ There is no dispute that Plaintiff is a public figure.

as to their falsity. <u>Gertz v. Robert Welch, Inc.</u>, 418 U.S. 323, 342 (1974); <u>Pardue</u>, 310 Ga. App. at 358 (citing <u>Mathis</u>, 276 Ga. at 22).

Defendants argue that they are entitled to judgment as a matter of law because (A) the scenes Plaintiff identifies as defamatory are not reasonably susceptible of the defamatory meanings Plaintiff ascribes to them, (B) the undisputed facts reveal that certain of the inferences conveyed by the scenes identified by Plaintiff are substantially true, and (C) there is no evidence that any false inference conveyed in the Movie was published with actual malice. Defs.' Mem. of Law in Supp. of Their Mot. for Summ. J. [Doc. 100-1] ("Defs.' Br.").

⁷ Defendants argue throughout their brief that the Movie is a "Docudrama," characterized as a dramatization of the lives of real people, and should be analyzed in that context. Defendants maintain that, in this context, an author is given leeway to present a "creative interpretation of reality" because "most viewers 'would be sufficiently familiar with the genre to avoid assuming that all the statements within them represent assertions of verifiable facts." Defs. Br. at 16 (quoting Davis v. Costa-Gavras, 654 F. Supp. 653, 658 (S.D.N.Y. 1987)), 18, 23, 25, and 32. The Court declines to apply a more relaxed "docudrama" standard. The Movie was billed as a "true story" and Defendants have not presented a controlling case in which a work billed as "true story," was held to a lesser standard. In fact, in one case cited by Defendants, Thoroughbred Legends, LLC v. The Walt Disney Co., the court was unwilling to find, as Defendants would have this Court find, that "no one could reasonably understand the scenes as "describing actual facts . . . or actual events." No. 1:07-CV-1275-BBM, 2008 WL 616253, at *13 (N.D. Ga. Feb. 12, 2008) (internal punctuation omitted). Similarly, the Movie is billed as a "true story" without using qualifying terms such as "based on" or "adapted from." There is nothing about the context of this "true story" that would convince a viewer that it represented anything other than actual facts or events.

A. Are the Scenes Incapable of Defamatory Meaning as a Matter of Law?

Generally, "the question whether a particular publication is libelous, that is, whether the published statement was defamatory, is a question for the jury. However, if the statement is not ambiguous and can reasonably have but one interpretation, the question is one of law [left to the judge]." Monge v. Madison Cty. Record, Inc., 802 F. Supp. 2d 1327, 1333 (N.D. Ga. 2011) (quoting Cox Enters., Inc. v. Nix, 274 Ga. 801, 803 (2002)).

A publication claimed to be defamatory must be read and construed in the sense in which the readers to whom it is addressed would ordinarily understand it. So the whole item . . . should be read and construed together, and its meaning and signification thus determined. When thus read, if its meaning is so unambiguous as to reasonably bear but one interpretation, it is for the judge to say whether that signification is defamatory or not. If upon the other hand, it is capable of two meanings, one of which would be libelous and actionable and the other not, it is for the jury to say, under all the circumstances surrounding its publication, including extraneous facts admissible in evidence, which of the two meanings would be attributed to it by those to whom it is addressed or by whom it may be read.

Hoffman-Pugh v. Ramsey, 193 F. Supp. 2d 1295, 1299 (N.D. Ga. 2002), aff'd, 312 F.3d 1222 (11th Cir. 2002) (quoting Ledger-Enquirer Co. v. Brown, 214 Ga. 422, 424 (1958)).

1. Are Plaintiff's alleged defamatory implications plausible?

Defendants contend that the Movie does not plausibly imply the defamatory inferences ascribed by Plaintiff. Defs.' Br. at 17-21.⁸ As explained in the two subsections below, the Court finds that ten of the fifteen specific allegations of defamation are comprised of scenes or a combination of scenes which cannot be shown to have only one interpretation so as to permit the Court to conclude as a matter of law that they are not capable of supporting Plaintiff's claim for defamation; that is a determination to be made by a jury. However, the Court also finds that five of Plaintiff's specific allegations of defamation are comprised of scenes or a combination of scenes that cannot plausibly infer the meaning ascribed to them by Plaintiff, so that the Court can determine that those alleged scenes are not capable of supporting Plaintiff's claim for defamation as a matter of law.

⁸ Although Defendants appear to attack Plaintiff's entire list of fifteen specific allegations of defamation in the Movie, they cite in their brief to only "a few key examples," and then reference the declaration of Maggie Malina [Doc. 100-3] as containing "additional examples." Defs.' Br. at 17 n.40. The Court has viewed the record in its entirety (including the scenes comprising the fifteen specific allegations of defamation referenced in the Complaint) and has relied on both its observations of the material presented in the Movie as well as a consideration of the arguments of counsel.

a. Scenes which plausibly imply a defamatory inference.

First, Defendants assert that the Movie does not literally or by implication convey that Plaintiff pressured TLC to sign contracts without providing them the time to read them or having them reviewed by TLC's counsel. Defs.' Br. at 18; Decl. of Maggie Malina in Supp. of Defs.' Mot. for Summ. J. [Doc. 100-3] ("Malina Decl.") ¶ 80; see also Compl. ¶ 124(d). Plaintiff alleges that the Movie implies that she failed or refused to provide, or had the ability to prevent and did prevent TLC from obtaining, copies of their contracts. Compl. ¶¶ 124(e) & (f). Although the Movie does not literally state that TLC was pressured into signing contracts without reading them or having them reviewed by TLC's counsel, or that TLC was prevented from reading their contracts, a viewer could reasonably infer this by implication based on two scenes in the Movie. First is the scene in which the TLC members each have a contract in front of them to review and sign while they were sitting in a restaurant at the same table with Plaintiff:⁹

Pebbles: I think you'll find these contracts are standard management and label deals. Welcome to Pebbitone and the start of your careers.

[Chilli, Tionne, and Lisa scream with excitement and talk over each other.]

⁹ References to individuals in the various scenes described in this Order are taken from lines performed by the actors who play those individuals in the Movie.

Tionne:

Speaking of money, how much we gettin'?

Pebbles:

Right now you'll get a weekly stipend of \$25.00, enough

to cover food and expenses.

Lisa:

That's it?

Pebbles:

Let me tell you something. I'm investing in you right now. I'm paying for rehearsal time, studio time, promotions, and videos. The money will come in later, but for now, it's my risk. This is how it works, girls. If you don't like it, you don't have to sign. I can find three

other girls who would do this in a second.

Narrator:

We just knew we was gonna be it – and we believed signing those papers meant we were gonna be taken care

of, too.

The second scene occurs later in the Movie when the members of TLC visit

Pebbles:

Lisa:

Perri, hey, we got something we want to talk to you

about.

Pebbles:

What's going on?

Tionne:

All right, so we never got a copy of our contracts, and we

just thought we should have that.

Chilli:

Yeah, you know, just to check them out. Make sure we

understand everything.

Pebbles:

You don't think I've taken care of you? I have loved you

and nurtured you like you were my own kids.

Tionne:

We know that.

Lisa:

Yeah, for sure, we know that.

Pebbles:

(Sighs) . . . and you don't trust me. I got to say, I'm kind

of hurt. Excuse me. (Pebbles walks out of the room.)

Narrator:

We knew something was up with our contracts but we

were in the middle of our first tour and, man, were we

having a blast.

Defendants assert there is but one interpretation of these scenes and it is not defamatory. However, viewed as a whole and in a light most favorable to Plaintiff's claims in this case, the scenes depicting the TLC members signing their contracts and then being unable to get copies of the contracts from Plaintiff are reasonably capable of multiple interpretations, including one that is defamatory to Plaintiff. The scenes plausibly imply that Plaintiff pressured the TLC members into signing the Contracts without reviewing them or having them reviewed by counsel, and refused to give them copies upon their request. Accordingly, whether these scenes reasonably impart the meaning Plaintiff maintains they do is a matter for a jury to decide.

Second, Plaintiff contends that there are scenes in the Movie that convey that TLC and Plaintiff had that same attorneys and that Plaintiff exercised control over those attorneys to the detriment of TLC. Compl. ¶¶ 124(a), (b). The relevant scene in the Movie is presented as follows:

Attorney: Ladies, sorry to be running late. How can I help you?

Lisa: We want to take a look at our contracts.

Attorney: Okay, let me speak to Pebbles.

Tionne: Why? Aren't you our lawyer?

Attorney: Well, yes.

Lisa: See, I'm confused.

Attorney: But I have to speak to her, because . . .

Chilli: Hold up. Are you her lawyer too?

Attorney: (Pauses) Yes.

Lisa: Now I'm really confused.

Tionne: Wait, how can you represent us and Pebbles?

Chilli: Yeah, how can you look out for both groups? That don't even make no sense.

Attorney: (Pauses) To be honest, no one thought you girls were gonna make it this big.

Lisa: Oh, that's foul.

Tionne: Look, we don't care what y'all thought, why aren't we making any money?

Attorney: (Pause, then opening a desk drawer to pull out a document, then thumbing through it) For starters, you have an obligation to pay back the label for all the production costs, including studio and rehearsal times, promotions, tour expenses, transportation, meals, gifts,

etcetera. Now that's fairly standard. Mrs. Reid is also taking a percentage as a manager. Then taking a percentage for her label, Pebbitone, which is also an imprint of LaFace, which is L.A. Reid's label. Oh, and LaFace also gets a cut.

Chilli:

This is some bulls***. We got a platinum album, and we

ain't got nothing.

Lisa:

Except the cars she bought us.

Tionne:

Nah, we probably paid for them too.

Attorney:

Yeah, you did.

Lisa:

That's f***ed up.

Chilli:

What we gonna do?

Tionne:

Something new.

This scene plausibly implies that Plaintiff exercised control over TLC's attorney (who was portrayed as representing Plaintiff as well) for her benefit and to their detriment. Once again, whether this scene reasonably imparts the meaning Plaintiff maintains it does is a matter for a jury to decide.

Third, Defendants argue that the Movie does not directly or implicitly convey the idea that Plaintiff improperly deducted expenses from payments that would otherwise have gone to TLC. Defs.' Br. at 18; see also Compl. ¶¶ 124(k), (1). The Movie contains several scenes during which the members of TLC grapple

with the fact that numerous expenses were deducted from what they thought they should have been getting paid.

Viewed as a whole and in a light most favorable to Plaintiff's claims in this case, the scenes depicting deductions from payments TLC would otherwise have received is not so unambiguous as to reasonably have but one interpretation. The scenes viewed collectively are capable of an interpretation in which Plaintiff was responsible for the allegedly improper deductions, as well as causing Plaintiff to retain unearned fees to the detriment of the group. Accordingly, the Court finds that whether the scenes depicting the deductions from TLC's pay reasonably impart the meaning ascribed to them by Plaintiff is a matter for a jury to decide.

Fourth, Defendants argue that no reasonable viewer could conclude that the Movie implies that Plaintiff paid TLC only \$25.00 per week. Defs.' Br. at 19; see also Compl. ¶ 124(g). Defendants are correct that, during the scene in which Plaintiff informs TLC that they will be paid a \$25.00 weekly stipend, she modifies that statement with words like "right now," implying that the \$25.00 weekly stipend would be temporary at the outset of the relationship. ¹⁰

¹⁰ Defendants also refer to another scene during which Lisa indicates that the TLC members are getting paid \$50,000.00 per year. This later scene, however, does not include any information that it is Plaintiff that is paying TLC the \$50,000.00 per year. Additionally, the scene takes place at a moment in the story after which TLC and Plaintiff have ceased working with each other. On the other hand, there is an

Viewed as a whole and in a light most favorable to Plaintiff's claims in this case, the scenes depicting Plaintiff as having paid TLC only a \$25.00 weekly stipend are not so unambiguous as to reasonably have but one interpretation. The scenes viewed collectively are capable of an interpretation in which Plaintiff paid the members of TLC only \$25.00 per week. Accordingly, the Court finds that whether the scenes indeed depict Plaintiff as having paid TLC only \$25.00 per week is a matter for a jury to decide.

Fifth, Plaintiff contends that there are scenes in the Movie which implicitly convey the impression that it was Plaintiff's decision to remove Chilli from TLC. Compl. ¶ 124(h). The Movie includes a scene in which Plaintiff confronts Chilli and declares "I am suspending you without pay. . . . You are on probation Missy. I don't want to see your face for a couple days, understand? And then we'll see." The scene is followed by another wherein Plaintiff is talking to Tionne and Lisa:

Pebbles: We need to replace her [Chilli].

Tionne: No, no way.

earlier scene in the Movie where, in response to an inquiry from Lisa, "Why we ain't rich yet?", Plaintiff says, "Nobody sees any money until the second album. There's cost of production, videos, touring costs. The label absorbs all of that and then gets reimbursed. We'll be lucky if we break even." This scene reinforces the implication that the members of TLC were not paid more than the \$25.00 "stipend" until some point in time after the release of their second album.

Pebbles:

Find another girl.

Tionne:

She was perfect, man.

Pebbles:

Anyone can be replaced. And do not talk to her. I'll

announce the auditions on the radio.

This interaction is followed by a scene in which Tionne and Lisa interview numerous potential candidates to replace Chili. Tionne and Lisa then go back to Plaintiff and inform her that there is no one who can replace Chilli, implicitly requesting to allow Chilli to come back to the group. Plaintiff responds: "Fine, but you better make sure she is ready for that video shoot next week." After Plaintiff consents, Tionne and Lisa call Chilli to tell her that she is back in the group.

Viewed as a whole and in a light most favorable to Plaintiff's claims in this case, the scenes conveying the impression that it was Plaintiff's decision to remove Chilli from TLC are not so unambiguous as to reasonably have but one interpretation. The scenes viewed collectively are capable of an interpretation in which Plaintiff was the one responsible for removing Chilli from TLC. Accordingly, the Court finds that whether the scenes indeed depict Plaintiff as having removed Chilli from TLC is a matter for a jury to decide.

Based on the foregoing discussion, the Court finds that ten of the fifteen specific allegations of defamation referenced in Paragraph 124 of Plaintiff's Complaint (subparagraphs (a), (b), (d), (e), (f), (g), (h), (k), (l), and (n)) are

supported by scenes from the Movie that plausibly infer the information about Plaintiff that a reasonable jury could determine was defamatory.

b. Scenes which cannot plausibly imply a defamatory inference.

First, Defendants argue that there is no scene in the Movie that directly states or otherwise implies that Tionne disclosed her health issues to Plaintiff prior to signing any contract or that Plaintiff asked or caused Tionne to put money before health. Defs.' Br. at 20; see also Compl. ¶¶ 124(i), (j). The Court agrees with Defendants. Viewing the scenes collectively in a light most favorable to Plaintiff's claims in this case, the Court finds that the Movie is incapable of any interpretation (directly or implicitly) that (1) Tionne disclosed her health issues to Plaintiff prior to signing any contract or (2) that Plaintiff asked Tionne to put money before health. Because there is no scene in the Movie that supports these implications, the Court need not determine whether such implications are defamatory of Plaintiff and finds that Defendants are entitled to judgment as a matter of law on these two portions (Compl. ¶¶ 124(i), (j)) of Plaintiff's claim for defamation.¹¹

¹¹ Plaintiff cites to a tweet from an individual who purportedly watched the Movie and posted the comment "Pebbles Be Like . . . That's Coming Out Yo Pay" coupled with a picture of an individual in a body cast laying in a hospital bed as evidence that a reasonable viewer could conclude that the Movie implies that

Second, Defendants argue that nothing in the Movie implies that Plaintiff was involved in Chilli's abortion. Defs.' Br. at 20-21; see also Compl. ¶ 124(o). The Court agrees with Defendants. Viewing the scenes collectively in a light most favorable to Plaintiff's claims in this case, the Court finds that they are incapable of any interpretation (directly or implicitly) that Plaintiff was aware that Chilli had an abortion or was involved in Chilli's decision to have an abortion performed. Because there is no scene in the Movie that supports the implication that Plaintiff was aware of Chilli's abortion or was involved in that decision, the Court need not determine whether such an implication is defamatory of Plaintiff and finds that Defendants are entitled judgment as a matter of law on that portion (Compl. ¶ 124(o)) of Plaintiff's claim for defamation.

Third, Defendants contend that nothing in the Movie directly or implicitly conveys that Plaintiff exercised control over TLC's accountants for her personal benefit or to the detriment of TLC. Defs.' Br. at 17 (citing Malina Decl. ¶ 79); see also Compl. ¶ 124(c). The Court again agrees with Defendants. Viewing the scenes collectively in a light most favorable to Plaintiff's claims in this case, the Court finds that they are incapable of any interpretation (directly or implicitly) that

Plaintiff asked Tionne to put money before health or that Tionne disclosed her health condition to Plaintiff. The Court does not find the "evidence" Plaintiff has presented sufficient to create an issue of fact.

Plaintiff had any control over the accountants. There is no mention of accountants in the Movie until the scene where TLC accosts Clive Davis (founder and President of Arista Records) in his office to demand more money, and Davis indicates he would talk to the accountants. Plaintiff is not mentioned at all during this scene. Because there is no scene in the Movie that supports the implication that Plaintiff exercised control of TLC members' accountants for her own benefit or to the detriment of TLC, the Court need not determine whether such an implication is defamatory of Plaintiff and finds that Defendants are entitled judgment as a matter of law on that portion (Compl. ¶ 124(c)) of Plaintiff's claim for defamation.

Finally, Defendants contend that nothing in the Movie directly or implicitly conveys that Plaintiff did not make a personal investment in TLC or its members. Defs.' Br. at 17 (citing Malina Decl. ¶ 84); see also Compl. ¶ 124(m). The Court again agrees with Defendants. Viewing the scenes collectively in a light most favorable to Plaintiff's claims in this case, the Court finds that they are incapable of any interpretation (directly or implicitly) that Plaintiff failed to make a personal investment in TLC. In fact, the Movie indicates the opposite. In the scene where Pebbles meets with TLC in the restaurant when the contracts are signed, Pebbles says, "I am investing in you right now. I'm paying for rehearsal time, studio time,

promotions and videos. The money will come in later, but for now, it's my risk." In the scene where TLC asks Pebbles to see their contracts, Pebbles says, "You don't think I've taken care of you? I have loved and nurtured you like you were my own kids." There are other scenes where Pebbles in portrayed as being directly involved with TLC's auditions and tours. Because there is no scene in the Movie that supports the implication that Plaintiff did not make a personal investment in TLC, the Court need not determine whether such an implication is defamatory of Plaintiff and finds that Defendants are entitled judgment as a matter of law on that portion (Compl. ¶ 124(m)) of Plaintiff's claim for defamation.

Based on the foregoing discussion, the Court finds that five of the fifteen specific allegations of defamation referenced in Paragraph 124 of Plaintiff's Complaint (subparagraphs (c), (i), (j), (m), and (o)) refer to matters for which there are no scenes in the Movie for which a juror could possibly infer (directly or implicitly) the allegedly defamatory meaning that Plaintiff ascribes to them.

2. Are the scenes not defamatory as a matter of law?

Assuming *arguendo* that the ten scenes or combination of scenes identified in Plaintiff's Complaint (referenced above in Section III(A)(1)(a)) contain the implications that Plaintiff ascribes to them, Defendants argue that many of those alleged implications are not defamatory as a matter of law. Defs.' Br. at 21-22.

First, Defendants argue that the implication that Plaintiff and TLC had the same attorney and that Plaintiff exercised control over the attorney for her personal benefit to the detriment of TLC is not defamatory as to Plaintiff as a matter of law. Id.; see also Compl. ¶¶ 124(a), (b). Defendants argue that, if anything, these scenes reflect poorly on the attorney's reputation in his profession. Defs.' Br. at 21-22. The Court disagrees.

Viewed as a whole and in a light most favorable to Plaintiff's claims in this case, the scenes indicating that the same attorney represented Plaintiff as well as TLC and that Plaintiff exercised control over the attorney for her personal benefit to the detriment of TLC are not so unambiguous as to reasonably have but one non-defamatory interpretation. These scenes viewed collectively are capable of an interpretation in which Plaintiff was the individual who presented the Contracts to TLC and arguably pressured them into signing without giving them an opportunity to independently review the Contracts or have them reviewed by counsel. This interpretation could be found to be defamatory to Plaintiff, i.e., could be seen to injure Plaintiff's reputation in the music industry and expose her to public hatred, contempt, or ridicule.

Further, a reasonable viewer could interpret these scenes to carry an implication that Plaintiff controlled the lawyer who represented TLC and retained

him as her attorney as well. In one of the scenes, once TLC grew upset with their lack of compensation and sought out their lawyer to discuss the Contracts, the first thing the lawyer says in response to their queries about the seemingly-deficient compensation and wanting to see their contracts is "[o]kay, let me speak to Pebbles." It is possible that a reasonable viewer could understand this to mean that this lawyer, who is purportedly TLC's lawyer, placed a priority on his representation of Plaintiff over TLC. In the same scene, in response to direct questioning from TLC, the lawyer hesitantly admits that he represents both Plaintiff and TLC. He then appears to read from one of the Contracts while explaining the details of the agreements, such as the costs and expenses that were deducted from their pay, as well as the shares of revenue that went to Plaintiff as their manager and the shares that went to Plaintiff's music label and elsewhere. TLC expresses outrage that they recorded an album that sold over a million units and had nothing to show for it. One TLC member questions: "[w]hat we gonna do?" And another responds, "[s]omething new." Then, the next scene is a meeting between TLC and L.A. Reid in which TLC informs him that they were no longer going to work with Plaintiff as their manager.

Although these scenes may show the lawyer in a bad light, the scenes viewed collectively may also tend to injure the reputation of Plaintiff by implying

that she exercised control over the attorney for her personal benefit to the detriment of TLC. Indeed, one could easily interpret the scenes to imply that TLC blamed Plaintiff for their predicament. Because these scenes are capable of multiple interpretations, one of which could be defamatory and actionable, the Court is unable to conclude that they are not defamatory as a matter of law.

Second, Defendants argue that the scenes implying that Plaintiff failed or refused to provide copies of the Contracts to TLC, or prevented them from obtaining the Contracts, are not defamatory as a matter of law. <u>Id.</u> at 22; <u>see also</u> Compl. ¶¶ 124 (e), (f). Defendants reason that Plaintiff testified during her deposition that providing the Contracts to TLC was not her responsibility, but was instead their attorneys' job, and therefore the implications "are simply not defamatory of Pebbles" as a matter of law. <u>Id.</u> The Court disagrees.

Defendants' argument based on Plaintiff's testimony about her actual responsibilities with regard to the Contracts misses the point. It is immaterial whether it was actually Plaintiff's responsibility to show TLC their Contracts. The scenes viewed collectively and in a light most favorable to Plaintiff's claims in this case are capable of an interpretation in which a viewer could be led to believe that Plaintiff was the one who was responsible for providing the Contracts to TLC and failed or refused to do so. As such, the scenes are not so unambiguous as to

reasonably have but one non-defamatory interpretation. Accordingly, the Court finds that whether the scenes depicting Plaintiff's control over the Contracts and failure or refusal to provide the Contracts to TLC are defamatory is a question for the jury to decide.

Third, Defendants contend that the scenes that directly or implicitly convey that Plaintiff made the decision to remove Chilli from TLC cannot be defamatory as a matter of law. Defs.' Br. at 22; see also Compl. ¶ 124(h). Defendants argue that there is nothing illegal or improper about this action as it reflects a legitimate business decision on the part of Plaintiff. Defendants contend that there is no basis for claiming that this scene injured Plaintiff's reputation, or exposed her to public hatred, contempt, or ridicule. Plaintiff argues that these scenes are part of the overall defamatory portrayal of Plaintiff exercising unreasonable control over TLC by attempting to control Chilli's personal relationships and establishing her dominance over the group. Pl.'s Resp. in Opp'n to Defs.' Mot. for Summ. J. [Doc. 108] ("Pl.'s Resp.") at 14. The Court finds the scenes viewed collectively in a light most favorable to Plaintiff's claims in this case are not so unambiguous as to reasonably have but one non-defamatory interpretation. Whether the scenes conveying that Plaintiff made the decision to remove Chilli from TLC were defamatory is a question for the jury to decide.

3. Are the scenes unactionable opinion?

Defendants argue that the Movie is a "docudrama that plainly presents Tionne's and Chilli's perspectives" of the TLC story and every scene in the Movie reflects their personal memories. Defendants maintain that the Movie is comprised of scenes filmed from Tionne's and Chilli's perspectives which constitute expressions of opinion and are not capable of being defamatory. Defs.' Br. at 22-25. In support of this position, Defendants point out that the Movie is narrated by the voice of Tionne and begins with the phrase "Here's what I remember" <u>Id.</u> at 23.

Defendants are correct that a pure expression of opinion is not actionable as a matter of law.

The expression of opinion on matters with respect to which reasonable men might entertain differing opinions is not libelous. . . An assertion that cannot be proved false cannot be held libelous. A writer cannot be sued for simply expressing his opinion of another person, however unreasonable the opinion or vituperous the expressing of it may be.

Bergen v. Martindale-Hubbell, Inc., 176 Ga. App. 745, 746 (1985) (quotations and citations omitted).

There is . . . no wholesale defamation exception for anything that might be labeled opinion. An opinion can constitute actionable defamation if the opinion can reasonably be interpreted, according to the context of the entire writing in which the opinion appears, to state

or imply defamatory facts about the plaintiff that are capable of being proved false.

Gast v. Brittain, 277 Ga. 340, 341 (2003) (quotation and citation omitted). The question is whether the scenes "could reasonably be interpreted to state or imply any defamatory facts about [Plaintiff] that are capable of being proved false." <u>Id.</u>

The Court finds that all of the scenes Plaintiff alleges defame her can reasonably be interpreted to imply facts about her that are capable of being proven true or false. See Compl. ¶ 124. 12 Because the scenes Plaintiff alleges defame her can be interpreted to state or imply facts about her that are capable of being proven false, they are not the type of opinion testimony that is unactionable as a matter of law. See Eidson v. Berry, 202 Ga. App. 587, 588 (1992) (reversing grant of summary judgment where the facts underlying opinion statements were capable of being disproved). Accordingly, Defendants' Motion for Summary Judgment based on the argument that the scenes are unactionable opinion is **DENIED**.

¹² Defendants cite to several specific lines from the Movie that do not form the basis of Plaintiff's defamation claim in this case. Defs.' Br. at 23-25. For example, Defendants argue that Lisa's statement that "we were not going down in history as just another group who got ripped off," is a matter of protected opinion and not actionable in this case. This statement, however, is not at issue in this case. Defendants have failed to argue, let alone demonstrate, that any of the fifteen scenes or combination of scenes that Plaintiff is relying upon constitute unactionable opinion.

B. Are Certain Scenes Substantially True?

Defendants argue that Plaintiff is unable to satisfy the falsity element of defamation as to three of the specific allegations of defamation in Plaintiff's Complaint. Defs.' Br. at 25-28. Specifically, Defendants contend that following scenes or combination of scenes are substantially true: (1) the scenes depicting Plaintiff as having control over TLC's attorneys, (2) the scene that the TLC members were paid a \$25.00 per week stipend, and (3) the scene depicting Plaintiff as the individual who removed Chilli from TLC. See Compl. ¶¶ 124(b), (g), (h).

In determining whether a statement is false, defamation law overlooks minor inaccuracies and concentrates upon substantial truth. A statement is not considered false unless it would have a different effect on the mind of the viewer from that which the pleaded truth would have produced. Minor factual errors which do not go to the substance, the gist, the sting of a story do not render a communication false for defamation purposes.

Jaillett, 238 Ga. App. at 888 (internal punctuation and citations omitted).

In support of the contention that the scenes depicting Plaintiff as controlling TLC's lawyers are true, Defendants reference the following evidence from the record: (1) Plaintiff's admission that she directed TLC to the law firm that represented her husband, (2) Plaintiff's admission that she agreed to pay for the first meeting between TLC and their lawyer, (3) deposition testimony from TLC that they were discouraged from talking to their attorneys, (4) evidence that

Plaintiff's management company handled some communications between TLC and their lawyers, and (5) evidence that the bills for TLC's legal work were sent to Plaintiff. Defs.' Br. at 26-27. The Court finds that, as a matter of law, this evidence fails to support the inference that Plaintiff controlled TLC's lawyers. Although this evidence suggests that Plaintiff may have exerted some influence over TLC, it fails to establish that Plaintiff directly controlled TLC's lawyers or was a client of TLC's lawyers as implied by the Movie. Accordingly, Defendants are not entitled to summary judgment on this issue.

Defendants next argue that the scene that the TLC members were paid a \$25 per week stipend is substantially true. Defs.' Br. at 27. In support of this contention, Defendants rely on evidence that Chilli received a weekly stipend of \$38.33 and Tionne and Lisa each received \$85. Id.

¹³ Defendants cite a state-court case from the Court of Appeals of Texas, where an individual sued a newspaper company over allegedly libelous statements contained in a series of newspaper articles. See Rogers v. Dallas Morning News, Inc., 889 S.W.2d 467 (Tex. App. 1994). The Rogers court found that the essence of the statements at issue in the newspaper's article (*i.e.* the financial competency of the charity's chief executive officer), was "founded on facts that, except for isolated discrepancies in matters of secondary importance, are undisputed." Id. at 473. In light of the undisputed facts supporting the essence of the article, matters of secondary importance, such as the amount spent by the plaintiff's charity, were "isolated discrepancies." Id. at 471, 473. However, in contrast to Rogers, the alleged \$25.00 stipend in this case is not a matter of "secondary importance" in the Movie, as the entire first half of the plot is driven by the fact that the members of TLC believed they were unpaid and sought to receive more compensation.

In response, Plaintiff cites to testimony from a Chapter 11 bankruptcy proceeding involving TLC. Pl.'s Resp. at 19. During this 1996 proceeding, each of the TLC members testified that since the inception of their contracts with Plaintiff's companies they received approximately \$75,000.00 per year on average in the form of advances. See Tr. of Chapter 11 Bankruptcy Proceeding, Case Nos. 95-69127, 95-69128, 95-69129 [Doc. 112] at 11, 52, and 77. Viewing the evidence in a light most favorable to Plaintiff's claims in this case, the Court finds that there is a genuine issue of material fact as to whether the scene in the Movie that the TLC members were paid a weekly stipend of \$25.00 was substantially true, which precludes summary judgment on this issue.

Finally, Defendants argue that the fact that Plaintiff removed Chilli from TLC is demonstrably true, citing (1) a June 7, 1991, letter from counsel for Pebbitone removing Chilli from TLC, (2) deposition testimony from Tionne stating that it was Plaintiff, not the other members of TLC, who decided to kick Chili out of TLC, and (3) deposition testimony from Lanier indicating that both Tionne and Chilli told her that Plaintiff was the individual who decided to kick Chilli out of TLC. Plaintiff cites her own deposition testimony in which she contends that it was the other TLC members who decided to kick Chilli out of TLC. Dep. of Perri "Pebbles" Reid taken Nov. 19, 2014 [Doc. 109-1] at 261-62.

Viewing the evidence in a light most favorable to Plaintiff, the Court finds that there is a genuine issue of material fact as to whether the scene or combination of scenes in the Movie that Plaintiff made the decision to remove Chilli from TLC is true. Thus, judgment as a matter of law is inappropriate as to this issue.

Accordingly, Defendants' Motion for Summary Judgment based on the argument that some of the scenes were substantially true is **DENIED**.

C. Has Plaintiff Failed to Demonstrate Actual Malice?

As a compromise to the First Amendment's protections of free speech and press, the Supreme Court has held that public figures are precluded from recovery for defamation unless the plaintiff can prove the statement was made with actual malice. New York Times Co. v. Sullivan, 376 U.S. 254, 279-80 (1964) (concerning a public official); Curtis Publ'g Co. v. Butts, 388 U.S. 130, 162 (1967) (concerning a "public figure"). "A person has acted with actual malice when a statement is made with knowledge that it was false, or with a high degree of awareness of the statement's probable falsity, or with reckless disregard of whether the statement was false or not." Rebozo v. Washington Post Co., 637 F.2d 375, 380 (5th Cir. 1981) (internal punctuation and citation omitted). Under the actual

¹⁴ In <u>Bonner v. City of Prichard</u>, 661 F.2d 1206, 1209 (11th Cir. 1981) (en banc), the Eleventh Circuit adopted as binding precedent all decisions of the former Fifth Circuit issued prior to October 1, 1981.

malice standard, "mere proof of failure to investigate, without more, cannot establish reckless disregard for the truth." Gertz, 418 U.S. at 332. Rather, there must be "sufficient evidence to permit the conclusion that the defendant in fact entertained serious doubts as to the truth of his publication." Levan v. Capital Cities/ABC, Inc., 190 F.3d 1230, 1239 (11th Cir. 1999) (quoting St. Amant v. Thompson, 390 U.S. 727, 731 (1968)). A plaintiff must demonstrate actual malice by clear and convincing evidence. Gertz, 418 U.S. at 342. "The standard of proof of 'actual malice' with regard to a public figure is extremely high." Atlanta Humane Soc. v. Mills, 274 Ga. App. 159, 165 (2005).

Although actual malice is subjective, it would be rare for a defendant to admit actual malice. Consequently, a court can infer actual malice from objective facts:

Professions of good faith will be unlikely to prove persuasive, for example, where a story is fabricated by the defendant, is the product of his imagination, or is based wholly on an unverified anonymous telephone call. Nor will they be likely to prevail when the publisher's allegations are so inherently improbable that only a reckless man would have put them in circulation. Likewise, recklessness may be found where there are obvious reasons to doubt the veracity of the informant or the accuracy of his reports.

Michel v. NYP Holdings, Inc., 816 F.3d 686, 703 (11th Cir. 2016) (quoting St. Amant, 390 U.S. at 732). "Absent an admission by the defendant that he knew his material was false or that he doubted its truth, a public figure must rely upon

circumstantial evidence to prove his case." <u>Hunt v. Liberty Lobby</u>, 720 F.2d 631, 643 (11th Cir. 1983) (citation omitted); <u>see also Harte-Hanks</u>, 491 U.S. at 668 ("[A] plaintiff is entitled to prove defendant's state of mind through circumstantial evidence.").

Defendants argue that they are entitled to summary judgment on Plaintiff's claim for defamation because there is no evidence that Defendants published any of the alleged statements or scenes with actual malice. Defs.' Br. at 28-35.

Plaintiff argues the Court can infer actual malice from circumstantial evidence of objective facts in this case considered as a whole. Pl.'s Resp. at 20-35.

Specifically, Plaintiff relies on the following sets of circumstances which she argues, *inter alia*, would allow a juror to infer actual malice: (1) Defendants intended the defamatory impression of Plaintiff, (2) Defendants rejected information favorable to Plaintiff, and (3) Defendants relied exclusively on biased and unreliable sources in Tionne and Chilli.

1. Evidence that Defendants intended to create an overall defamatory impression of Plaintiff.

Plaintiff has presented evidence she contends demonstrates that Defendants intended to convey a defamatory impression of Plaintiff in the Movie. Pl.'s Resp. at 34-35. Specifically, Plaintiff cites to a November 2012 email sent to Defendants' employee, Maggie Malina, from casting directors from an entity

called Breakdown Services, Ltd. See E-mail [Doc. 109-42] ("Casting Directors' Email"). Malina was the Executive Producer for the Movie, in which role she oversaw the Movie's development and production, found the screenwriter, developed the screenplay, and oversaw the creative execution of the film. Malina Decl. ¶ 7. The subject of the email sent to Malina from the casting directors was "TLC Biopic breakdown for approval and nondisclosure note." Casting Directors' Email. Attached to the email were paragraph-length descriptions of the characters of the Movie, including the following description of Plaintiff's character:

The R&B star and head of Pebatone, [sic] the label she started with her husband L.A. Reid, Pebbles is gorgeous, talented, strong-willed, tough as nails, self-serving and very savvy but not quite ethical businesswoman. She signs TLC and is a relentless taskmaster as they rehearse; jealous of Chilli's attentions to Dallas, she is particularly hard on Chilli, frequently humiliating her and docking her pay. Pebbles loves having the girls adore her but she doesn't seem to like paying them, so she distracts them from the fact that she's never let them see their contracts by giving them all new cars—and mid-level ones at that.

Casting Directors' Email.¹⁵ Malina, the recipient of the e-mail, testified that Defendants never used the word "unethical" in the Movie and the use of that word

¹⁵ Plaintiff also cites to a March 1, 2013, press release from the agent of the actress who was playing the part of Plaintiff in the Movie and characterized the role in the following manner:

[[]T]he R&B star and head of Pebatone [sic] and not quite ethical businesswoman. She signs TLC and is a relentless taskmaster as they

was in a document generated by another company (Breakdown Services); nevertheless, she admits that Defendants approved this description of Plaintiff's character in the Movie. Malina I Dep. at 119-20.

Whether Defendants generated the "unethical" phrase in the description of Plaintiff's character or approved this characterization created by Breakdown Services, the Casting Directors' Email and the Press Release constitute evidence from which a reasonable juror could conclude that Defendants intended to put Plaintiff in a "not quite ethical" light, whether by developing that impression themselves, or approving of it. Specifically, a reasonable juror could conclude that Defendants intended to portray Plaintiff as someone who did not like to pay TLC and prevented them from ever seeing their contracts.

rehearse. Jealous of Chilli's (Palmer) attentions to Dallas (Ross), she is particularly hard on Chilli, frequently humiliating her and docking her pay. Pebbles loves having the girls adore her but she doesn't seem to like paying them, so she distracts them from the fact that she's never let them see their contracts!

Press Release dated March 1, 2013 [Doc. 109-67]. Defendants argue that they had no involvement with the press release and it is therefore not imputable to them. Defs.' Reply Br. in Supp. of Their Mot. for Summ. J. [Doc. 125] ("Defs.' Reply") at 20. Although Defendants claim the press release was "put out" by another individual unaffiliated with Defendants, the language used in the press release appears to be suspiciously identical to language found in the Casting Directors' Email and may be additional evidence of actual malice.

2. Evidence that Defendants rejected information favorable to Plaintiff.

Plaintiff also contends that at least one of the editorial script changes made by Defendants in developing the Movie involved the removal of a line that would have moderated the defamatory inferences of a scene and, by removing that line, Defendants increased the likelihood that the a viewer would perceive Plaintiff in a negative light. Specifically, Defendants removed a line in the script that the TLC lawyers reviewed the Contracts before the members signed them. ¹⁶ Pl.'s Resp. at 32-34. Plaintiff argues that the deletion of this scene demonstrates bias and a reckless disregard for the truth on the part of Defendants. <u>Id.</u>

It is undisputed that Defendants were aware, as informed by both Tionne and Chilli, that TLC's lawyers met with them regarding the Contracts <u>before</u> TLC signed them. Dep. of Maggie Malina taken June 30, 2015 [Doc. 87] ("Malina II Dep.") at 70. The scene that was deleted would have shown TLC at the restaurant booth pulling out their own contracts and Tionne saying "[s]o we had the lawyers look over all of it." <u>See</u> TLC Biopic draft #4 at 17-18; TLC Biopic draft #14 [Doc.

¹⁶ The scene Defendants chose to remove may have also conveyed the image that the TLC members were in possession of their own contracts and dispelled the notion that Plaintiff (1) was responsible for presenting and providing the Contracts to the TLC members, and (2) was able to prevent them from examining the Contracts and seeking counsel from their attorneys.

109-30] at 18-19. Had the deleted scene been included in the Movie, it would have impacted the presentation of other scenes involving the Contracts.

As discussed in Section III(A)(1)(a), based upon the scene in which Plaintiff presents the Contracts to TLC, a reasonable juror could conclude that Plaintiff pressured TLC into signing the Contracts without independently reviewing them or having them reviewed by counsel. This conclusion is based on (1) the fact that Plaintiff introduces and generally describes the Contracts to TLC, (2) their excited reaction after Plaintiff presents the Contracts, (3) the fact that they appear to be uninformed about the basics of the Contracts, and (4) the fact that they all rush to sign the Contracts.

The deleted material arguably would have clarified that TLC had copies of the Contracts at the beginning of the process and that the TLC lawyer independently reviewed the Contracts with the TLC members prior to their signature. An email between Executive Producers Alexander Motlagh and Maggie Malina suggests cutting this scene because "[i]t's confusing the issue." E-mail dated June 5, 2013 [Doc. 109-49]. Malina explained that by saying "confusing the issue," she meant that the Contracts "are standard management and label deals. That's the issue that [the deleted line is] confusing. [The deleted line] gives us information that suggests that [the Contracts] are not standard. And that's what I

wanted to clarify." Malina II Dep. at 75. The Court does not find Malina's explanation plausible.

More importantly, viewing this evidence in a light most favorable to Plaintiff, the Court finds that a reasonable juror could conclude that Defendants' decision to delete this material from the Movie was a deliberate effort to convey the alternative, more scurrilous representation that TLC did not independently review the Contracts or meet with their lawyer prior to signing the Contracts, which Defendants knew not to be the case. Hunt, 720 F.2d at 645 ("[A]n inference of actual malice can be drawn when a defendant publishes a defamatory statement that contradicts information known to him, even when the defendant testifies that he believed that the statement was not defamatory and was consistent with the facts within his knowledge."); see also Time, Inc. v. Ragano, 427 F.2d 219, 221 (5th Cir. 1970) (affirming the denial of summary judgment to publisher finding sufficient evidence of actual malice where there was evidence that the publisher knew the statement published was false and evidence that a previous draft that would have rectified the libelous statement was deleted). Additionally, the deletion of the line in the script that would have established TLC's lawyer had reviewed the Contracts prior to the meeting with Plaintiff is consistent with Defendants' possible intent expressed in the Casting Directors' Email and the

March 1, 2013, Press Release, which describes Plaintiff's character as a "not quite ethical businesswoman" who distracts TLC from the fact that she never let them see the Contracts.

3. Evidence that Defendants relied exclusively on biased and unreliable sources in Tionne and Chilli.

Plaintiff argues that actual malice can be inferred in this case based on Defendants' knowledge that their sources of information (Tionne and Chilli) were (1) biased toward Plaintiff and (2) inherently unreliable based on the fact that their stories changed and were unbelievable. Pl.'s Resp. at 22-25. Plaintiff cites Celle v. Filipino Reporter Enters. Inc., 209 F.3d 163, 183 (2d Cir. 2000), in support of the proposition that the bias Tionne and Chilli had against Plaintiff creates a material issue of fact where a juror could find with convincing clarity that Defendants published the Movie with actual malice. Indeed, the Celle court does recognize that "[e]vidence of ill will combined with other circumstantial evidence indicating that the defendant acted with reckless disregard of the truth or falsity of a defamatory statement may also support a finding of actual malice." Id. The same case, however, clarified that evidence of bias standing alone "is not sufficient to establish actual malice." Id. (citing Harte-Hanks Commc'ns, Inc. v. Connaughton, 491 U.S. 657, 666 (1989) ("the actual malice standard is not

satisfied merely through a showing of ill will or 'malice' in the ordinary sense of the term")).

Defendants do not dispute that the relationship between Plaintiff and Tionne and Chilli had "degraded," which was conveyed in the Movie. Defs.' Reply at 14. Defendants maintain, however, that there was no evidence that the information provided by Tionne and Chilli was unreliable notwithstanding their potential bias towards Plaintiff. Absent evidence that Tionne's or Chilli's bias against Plaintiff gave Defendants reason to believe the information obtained from the two TLC members was unreliable, this fact alone does not establish actual malice, although it can be considered as a contributing factor. See Hunt, 720 F.2d at 645 (finding source's bias against the plaintiff was a contributing factor supporting actual malice).

Plaintiff next argues that Defendants were aware that Tionne and Chilli were inherently unreliable as sources because their stories frequently changed and were unbelievable. Pl.'s Resp. at 23. In support of this argument, Plaintiff relies on the fact that the script of the Movie was revised on numerous occasions¹⁷ and several

¹⁷ Plaintiff has not established that all script changes came about as a result of Tionne and Chilli revising their stories. As Defendants point out, there were changes made throughout the process for "countless creative reasons." Defs.' Reply at 15-16. Accordingly, it does not follow that every script change was necessitated by a changing story from Tionne and Chilli.

of Defendants' representatives noted the frequent changes in Tionne's and Chilli's stories. See, e.g., email between Author and Executive Producer Kate Lanier and Executive Producer Maggie Malina dated Feb. 11, 2013 [Doc. 109-105] ("There's def [sic] some revising of incidents as previously told to me."); email between Director Charles Stone and Author and Executive Producer Kate Lanier dated Feb. 12, 2013 [Doc. 109-106] ("Yeah, lots of revising re: what ACTUALLY happened, I've seen this before . . . where it gets close and suddenly all yr [sic] sh*#'s gonna be out there . . . so maybe you wanna [sic] tone it down."). In particular, the director of the Movie questioned one scene that did not make it into the Movie, where the script called for the members of TLC to break into an office to steal their contracts:

Is this real or made up? It feels challenging to do and kinda [sic] nutty—unless it really happened. Tionne seems to think it didn't which is weird. How can you forget something like that if that did happen? Would love to clarify.

<u>See</u> email between Director Charles Stone and Author and Executive Producer Maggie Malina dated Feb. 20, 2013 [Doc. 109-21].

Defendants assert that the numerous script revisions instead show that

Tionne and Chilli were vigilant in guarding the truth. See Lanier Dep. at 59-60

(indicating that Tionne and Chilli were "incredibly vigilant" and nothing they told her changed the essential story they first told her, to the extent there were changes

it was to soften some things and "make sure that everything was accurate to their own experience."), 93-95 (indicating that some scenes were changed to create tension and that not every change in the script was made based on something Tionne or Chilli told Lanier). In fact, the Movie director referred to Tionne and Chilli as the "reality police." See Email between Director Charles Stone and Author and Executive Producer Kate Lanier dated Feb. 12, 2013.

The Court finds that, to the extent there were changes in the script prompted by Tionne and Chilli's revisions, the changes were not so numerous or drastic, standing alone, to establish actual malice, although they can be considered as a contributing factor.

4. Review of the cumulative evidence of actual malice.

Proof of actual malice calls a defendant's state of mind into question, Sullivan, 376 U.S. at 288, but this sort of determination "does not readily lend itself to summary disposition." Hutchinson v. Proxmire, 443 U.S. 111, 120 n.9 (1979). In determining actual malice, this Court considers the accumulation of direct and circumstantial evidence and the reasonable inferences drawn from both in the context of the Movie as a whole. See Harte-Hanks, 491 U.S. at 688 (holding that a "court must consider the factual record in full" in order to determine actual malice); Hunt, 720 F.2d at 646 (considering the "sum total of the inferences of

actual malice."); see also Silvester v. Am. Broad. Cos., Inc., 650 F. Supp. 766, 770 (S.D. Fla. 1986) ("When the publication is a television broadcast, the script must be evaluated in its totality, considering all the words used and not merely a particular phrase or sentence."), aff'd, 839 F.2d 1491 (11th Cir. 1988).

The Court finds the Eleventh Circuit's decision in <u>Hunt</u> informative. In that case, the Court cited with approval the following passage from a California state court decision in which a jury verdict for a public figure plaintiff was affirmed:

The action by the TV Guide staff showed a reckless disregard of whether the statement published was true or false, because the staff was aware that the true facts, as stated in the press release, were that Pat Montandon was not a call girl but would be appearing on a show with a call girl; and a staff decision was made to leave out crucial facts in rewriting the release, thereby implying that plaintiff was a call girl. This is proof of convincing clarity to support the jury's verdict that the article was published not in good faith, but with actual malice.

Hunt, 720 F.2d 644–45 (quoting Montandon v. Triangle Publ'ns, Inc., 45 Cal. App. 3d 938, 944 (1975)). In this case, it is undisputed that Defendants knew TLC met independently with an attorney regarding their contracts before signing them, yet decided to reject a scene that would have made this fact clear. Instead, Defendants' final script arguably created an impression that TLC was introduced to their contracts by Plaintiff, who pressured them into signing the Contracts. See also Ragano, 427 F.2d at 221.

Viewed in a light most favorable to Plaintiff, the Court finds that the evidence that Defendants deleted material that may have rectified some of the allegedly defamatory scenes, in combination with the other circumstantial evidence discussed above, is sufficient for a reasonable jury to find that Defendants purposely avoided or deliberately ignored facts that would have established the falsity of one or more purportedly defamatory scenes. See St. Amant, 390 U.S. at 732 ("The finder of fact must determine whether the publication was indeed made in good faith [R]ecklessness may be found where there are obvious reasons to doubt . . . the accuracy of the reports."). Therefore, because there is a genuine issue of material fact as to whether Defendants acted in good faith or with actual malice when they published the scenes in question, Defendants' Motion for Summary Judgment based on the argument that there is no evidence of actual malice is **DENIED**.

IV. PLAINTIFF'S RULE 56(d) MOTION FOR ADDITIONAL DISCOVERY

Plaintiff requests that the Court delay ruling on Defendants' Motion for Summary Judgment until she has had an opportunity to conduct additional discovery to support of her claim of actual malice. Pl.'s 56(d) Mot. for Additional Disc. Plaintiff seeks discovery related to work performed by Defendants' legal

department or outside counsel on behalf of Defendants with regard to the verification of facts as represented in the Movie. Plaintiff argues that this discovery is relevant because Defendants are relying on the legal review performed by their in-house and outside counsel to substantiate their argument that there is no evidence of actual malice. Pl.'s 56(d) Mot. for Additional Disc. at 7-8 (citing, inter alia, a portion of Defendants' brief in which Defendants state that "at every turn, they corroborated TLC's story and found no evidence to contradict it.").

Defendants object to this additional discovery on the grounds that it is protected from disclosure by the attorney-client privilege. Moreover, Defendants affirmatively represent that they are not relying on any legal review, "or anything its lawyers may have done," to support their argument as to the absence of evidence of malice. Defs.' Mem. of Law in Opp'n to Pl.'s 56(d) Mot. for Additional Disc. [Doc. 124] at 2-3. In other words, Defendants contend that the evidence relied upon in support of their contention that their own research established their belief in the essential truth of the Movie already has been produced to Plaintiff, and that evidence does not include reliance upon their attorneys' legal review. Id. at 3.

Because the Court has found that Plaintiff has presented sufficient evidence of actual malice to raise a jury question and preclude summary judgment, the Court

finds that additional discovery on this issue is unnecessary. Accordingly, the Court **DENIES AS MOOT** Plaintiff's Motion Under Rule 56(d) to Permit Additional Discovery [Doc. 114].

V. CONCLUSION

For the foregoing reasons, it is hereby **ORDERED** that Defendants' Motion for Summary Judgment [Doc. 100] is **GRANTED IN PART and DENIED IN PART.** The Court **GRANTS** Defendants' Motion to the extent Plaintiff's claim is based on the scenes described in ¶¶ 124(c), (i), (j), (m), and (o) of the Complaint.

Defendants' Motion for Summary Judgment is otherwise **DENIED**.

It is further **ORDERED** that Plaintiff's Motion Under Rule 56(d) to Permit Additional Discovery [Doc. 114] is **DENIED AS MOOT**.

It is further **ORDERED** that the parties shall submit a proposed Consolidated Pretrial Order within thirty (30) days of the entry of this Order.

IT IS SO ORDERED this 14th day of September, 2016.

MARK H. COHEN

United States District Judge